

LNP Costs for New Windsor Telephone Company

Scenario 1: Monthly Cost With Transport and Transit

| | <u>Start-Up</u> | <u>Year 1</u> | <u>Year 2</u> | <u>Year 3</u> | <u>Year 4</u> | <u>Year 5</u> |
|--------------------|-----------------|---------------|---------------|---------------|---------------|---------------|
| Reported Cost | \$ 52,890 | \$ 7,113 | \$ 7,427 | \$ 7,804 | \$ 8,181 | \$ 8,558 |
| Adjustments: | | | | | | |
| Legal Fees | \$20,000 | | | | | |
| Employee Education | \$10,165 | | | | | |
| Customer Education | \$237 | \$446 | \$441 | \$436 | \$431 | \$427 |
| Total Adjustments | \$30,402 | \$446 | \$441 | \$436 | \$431 | \$427 |
| Adjusted Cost | \$22,488 | \$6,667 | \$6,986 | \$7,368 | \$7,750 | \$8,131 |
| PV Factors | 100.0000% | 89.8876% | 80.7978% | 72.6272% | 65.2829% | 58.6812% |
| PV Cost | \$22,488 | \$ 5,993 | \$ 5,645 | \$ 5,351 | \$ 5,059 | \$ 4,771 |
| PV Demand | | 534 | 475 | 422 | 375 | 334 |

Cost/Subscriber/Month

Total
\$91,973

\$ 49,307
2,140

\$ 23.04
\$ 1.92